



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, DC 20410-7000

OFFICE OF THE ASSISTANT SECRETARY FOR
COMMUNITY PLANNING AND DEVELOPMENT

JUN 26 2009

Ms. Deshana L. Forney
Executive Director
Illinois Housing Development Authority
401 N. Michigan Avenue
Chicago, IL 60611

Dear Ms. Forney:

Enclosed are three original, executed *Tax Credit Assistance Program (TCAP) Grant Agreements* (HUD Form 40092), which obligate TCAP formula funds to your organization. Please sign all three original copies of the agreement (HUD-40092) and keep one copy for your records. In addition, please complete the enclosed *Direct Deposit Sign-up Form* (SF-1199a), if necessary, with the banking information for the bank account where TCAP funds will be deposited upon draw requests made to HUD for grant funds for TCAP projects. **If your organization also administers the State's HOME Program, a SF-1199a is not required because your banking information is already recorded.**

Upon completion and execution, please return the remaining two original agreements (HUD-40092) along with a completed and signed *Direct Deposit Sign-up Form* (SF-1199a) by Federal Express or United Parcel Service to the following address:

United States Department of Housing and Urban Development
Office of Affordable Housing Programs
Attn: Peter H. Huber, Director, Financial and Information Services Division
451 Seventh Street, SW, Room 7164
Washington, DC, 20410

Upon receipt, the Office of Affordable Housing Programs (OAHP) will process these documents through HUD's Chief Financial Officer, CFO Accounting Center to establish your TCAP grant and your TCAP line of credit in HUD's accounting system. Once your grant has been entered into HUD's accounting system, it will be available to access through HUD's Integrated Disbursement and Information System (IDIS). Supplemental operating requirements including additional guidance regarding IDIS are forthcoming.

The Department looks forward to continuing our partnership to assist lower income residents throughout your state. HUD is available to provide any assistance you require in implementing your TCAP program. If you or any member of your staff have questions, please contact OAHF at 202-708-2684 or email your questions to TCAP@hud.gov.

Sincerely,

A handwritten signature in dark ink, appearing to read "Nelson R. Bregón". The signature is stylized with a large, sweeping initial "N" and a distinct "B" for "Bregón".

Nelson R. Bregón
General Deputy Assistant Secretary

Enclosure

Funding Approval and Tax Credit Assistance Program (TCAP) Agreement

U.S. Department of Housing and Urban Development
Office of Community Planning and Development

OMB No. 2506-0181
(exp. 10/31/09)

Public reporting burden for this collection of information is estimated to average 1 hour per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless that collection displays a valid OMB control number.

1. Grantee Name and Address Illinois Housing Development Authority 401 N. Michigan Avenue Chicago, IL 60611		2. Grantee Number M09-ES170100	
		3. Tax Identification Number 36-2708817	
		4. Appropriation Number 86 9/10203	
		5. FY (yyyy) 2009	
6. Previous Obligation (Enter "0" for initial FY allocation)			\$ 0.00
a. Formula Funds			\$
7. Current Transaction (+ or -)			\$94,676,979.00
a. Formula Funds			\$94,676,979.00
8. Revised Obligation			\$
a. Formula Funds			\$
9. Special Conditions (check applicable box) <input checked="" type="checkbox"/> Not applicable <input type="checkbox"/> Attached		10. Date of Obligation (mm/dd/yyyy) JUN 26 2009	

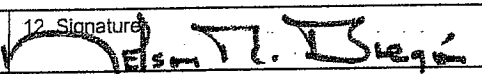
This Agreement between the Department of Housing and Urban Development (HUD) and the Grantee is made pursuant to the American Recovery and Reinvestment Act of 2009, Public Law 111-5, 123 Stat. 115 (February 17, 2009) (Recovery Act) provisions under the HOME Investment Partnerships Program heading, 123 Stat. at 220-221. The provisions under the HOME Investment Partnerships Program heading and sections 1512, 1515, 1553, and 1606 of the Recovery Act, CPD Notice 09-03 "Implementation of the Tax Credit Assistance Program (TCAP)" issued May 4, 2009 (as now in effect and as may be amended from time to time), the Grantee's approved TCAP submission, and this Tax Credit Assistance Program Agreement form HUD-40092, including any special conditions, constitute the Agreement. Subject to the provisions of this Agreement, HUD will make the funds for the Fiscal Year specified, available to the Grantee upon execution of this Agreement by the parties. All funds for the specified Fiscal Year provided by HUD by formula reallocation are covered by this Agreement upon execution of an amendment by HUD, without the Grantee's execution of the amendment or other consent. HUD's payment of funds under this Agreement is subject to the Grantee's compliance with HUD's electronic funds transfer and information reporting procedures.

TCAP assistance may only be provided to a qualified low-income building for which a housing credit agency has made an allocation of low-income housing credits under Section 42 of the Internal Revenue Code. Although the housing credit agency may reduce the amount of the allocation, the entire credit may not be returned to the housing credit agency, and the project must maintain eligible basis and comply with all other requirements of Section 42 throughout the compliance period. In addition, there must be equity investments for the credits.

The Grantee is responsible for the use of its TCAP grant. The use of subgrantees or contractors does not relieve the Grantee of this responsibility. The Grantee shall include all applicable requirements in its written agreement with each TCAP project owner. The Grantee shall include in its written agreement with each project owner, a project signage provision consistent with criteria established by HUD. All applicable requirements must be enforceable through the recordation of a restriction that is binding on all owners and successors (e.g., a covenant on the property) and that is enforceable by the Grantee, HUD, and the residents of the project.

The Grantee's deadline for expending all grant funds is February 16, 2012. The grant period ends on the date of the Grantee financial status report for financial closeout of the grant, which must be submitted in accordance with HUD's instructions. Program income received after the end of the grant period must be used for development or operation of housing that remains affordable, for a period of not less than 15 years, to households whose annual incomes do not exceed 80 percent of the median family income for the area.

The Grantee must continue reporting until all TCAP projects are placed in service, all units are rented, and all required data is entered into IDIS. During the grant period, the Grantee must repay TCAP funds used for ineligible activities to its TCAP Line of Credit, in accordance with procedures established by HUD.

11. For the U.S. Department of HUD (Name and Title of Authorized Official) Nelson R. Bregón, General Deputy Assistant Secretary	12. Signature 	13. Date JUN 26 2009
14. For the Grantee (Name and Title of Authorized Official)	15. Signature	16. Date

17. Check one:

☒ Initial Agreement

☐ Amendment # _____